



Mental Health and Addiction TRANSFORMATION ALERT

Cross-Systems
Initiatives

Relationship
Management

Consumer/Family
Involvement

Results Management/Knowledge
Dissemination and Use

Delivery and
Financing

DIVISION OF MENTAL HEALTH AND ADDICTION PERFORMANCE BASED CONTRACTING BEGINS JULY 1, 2007

On July 1, 2007, Performance Based Contracts were entered into between the Division of Mental Health and Addiction (DMHA) and its 39 contracted mental health and addiction treatment providers.

DMHA's State Fiscal Year 2008 (SFY08) contracts include performance measures which are recovery focused and based on data already collected from DMHA treatment providers and required by Substance Abuse Mental Health Services Administration (SAMHSA). Extensive provider input was received by DMHA in the development of the measures and methodology of calculating performance targets through the work of the Transformation's Relationship Management workgroup.

Two types of measures in Performance Based Contracting include:

Process Measures which relate to the populations receiving services and the submission of data from the provider to the DMHA. In SFY08 each contracted provider will be eligible for a potential bonus based on their performance relative to their process measure targets. For SFY08, process measures are:

- Average number of individuals served per month by population (individuals with Serious Mental Illness, Serious Emotional Disturbance, or Chronic Addiction) and functioning level of the individual
- Timely submission of Reassessment data
- Timely and Complete Data

Outcome Measures which relate to the results consumers can expect from receiving services. For SFY08, outcome measures are:

- Employment/School - Increased or Retained Employment
- Decreased Criminal Justice Involvement
- Stability in Housing - Reduced Homelessness
- Increased Retention in Treatment for individuals with Chronic Addiction
- Decreased Frequency of Use of Addictive Substances for individuals with Chronic Addiction

Performance measures set for SFY08 contracts will be reviewed and enhanced for SFY09. Additional measures will be considered for future years to broaden the scope of performance outcomes.

In addition to the move to performance based contracting, DMHA no longer requires annual enrollment of consumers into the Hoosier Assurance Plan (HAP). It will only be necessary for a provider to register an individual one time into the HAP. Outcome data will be gathered for each episode of care regardless of how long the episode of care lasts. Since payment is based on provider performance rather enrollment, a consumer may choose any provider at any time in the year.

More information on Performance Based Contracting is available at the following DMHA website:

<http://www.in.gov/fssa/mental/provider.htm>.